MINISTRY OF SOCIAL SERVICES

VALLEY VIEW CENTRE RESIDENTS' TRUST ACCOUNT

FINANCIAL STATEMENTS

For the year ended March 31, 2012

PROVINCIAL AUDITOR
of Saskatchewan

INDEPENDENT AUDITOR'S REPORT

To: The Members of the Legislative Assembly of Saskatchewan

I have audited the accompanying financial statements of Valley View Centre Residents' Trust Account, which comprise the statement of financial position as at March 31, 2012, and the statement of changes in the trust account for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles for Treasury Board's approval, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Valley View Centre Residents' Trust Account as at March 31, 2012, and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Regina, Saskatchewan
June 25, 2012

Bonnie Lysyk, MBA, CA
Provincial Auditor

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MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE RESIDENTS' TRUST ACCOUNT
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31

	Total 2012	Total 2011
Assets		
Cash and due from General Revenue Fund (Note 4)	$ 545,531	$ 504,751
Accounts receivable	7,529	9,047
Accrued interest	1,446	1,322
Total assets	$ 554,506	$ 515,120
Liabilities		
Accounts payable	$ 238	$ 187
Trust balance (Statement 2)	554,268	514,933
Total liabilities and trust balance	$ 554,506	$ 515,120

(See accompanying notes to the financial statements)

MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE RESIDENTS' TRUST ACCOUNT
STATEMENT OF CHANGES IN THE TRUST ACCOUNT
FOR THE YEAR ENDED MARCH 31

	2012	2011
Increase in assets		
Received on behalf of residents	$ 671,188	$ 638,692
Interest revenue	5,517	2,871
Increase in accrued interest receivable	124	1,039
Increase in trust balance	676,829	642,602
Decrease in assets		
Payments on behalf of residents	635,926	569,713
Decrease in accounts receivable	1,518	375
Decrease in accounts payable	50	163
Decrease in trust balance	637,494	570,251
Net increase in trust balance	39,335	72,351
Trust balance, beginning of year	514,933	442,582
Trust balance, end of year	$ 554,268	$ 514,933

(See accompanying notes to the financial statements)

MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE RESIDENTS' TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2012

1. Authority and purpose

The Valley View Centre (Centre) is a residential facility for people with intellectual disabilities. The Centre is operated by the Ministry of Social Services. The Centre's Residents' Trust Account (Trust Account) was established under Section 13 of *The Department of Social Services Act*. The Social Services Rehabilitation Institutional Collective Benefit Funds and Trust Account Regulations regulate the Trust Account.

The Trust Account is used to hold, in trust, money belonging to the residents of the Centre. It contains a separate account for each resident which provides a record of that resident's transactions.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles. A cash flow statement has not been presented since the cash flow information is readily apparent from the other financial statements.

Receipt and payment of trusts

Monies are held in trust on behalf of residents, such as Old Age Security and Guaranteed Income Supplement. The Centre is charged with making payments from the trust account for various purposes, such as maintenance fees and cash advances to residents.

Accrual basis

The financial statements are prepared on the accrual basis of accounting.

Revenue recognition

Interest revenue consists of interest earned on resident balances and is recognized when received or receivable.

Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

3. Financial instruments

The Trust Account's financial instruments include due from General Revenue Fund, accounts receivable, accrued interest, and accounts payable. The carrying value of these instruments approximates fair value due to their immediate or short-term nature.

4. Due from General Revenue Fund

The bank account for the Trust Account is included in the Consolidated Offset Bank Concentration arrangement for the Government of Saskatchewan.

Interest earned is calculated and paid by the General Revenue Fund on a quarterly basis into the Trust Account's bank account using the Government's 30 day borrowing rate and the average daily bank account balance. The Government's average 30 day borrowing rate for the year is 1.05% (2011 - 0.80%).

5. Related party transactions

In accordance with established government practice, the Trust Account has not been charged with any general administrative costs and no provision for such costs is reflected in these statements. These costs are absorbed by the Ministry of Social Services.

6. Change in Financial Reporting Standards

The Centre's current accounting standards, Part V of the Canadian Institute of Chartered Accountants Handbook, are no longer available for years beginning on or after January 1, 2012. The Centre will adopt Part III - Accounting Standards for Not-for-Profit Organizations for its 2012-13 fiscal year. The adoption of these accounting standards is expected to have a minimal impact on the financial statements of the Centre.